Dividend paid by nationalised banks

982. SHRI JALALUDIN ANSARI:
SHRI GAYA SINGH :

Will the Minister of FINANCE be pleased to state :

(a) whether nationalised banks have been paying dividend to the Government;

(b) if so, what is the basis of fixing the amount of dividend; and

(c) year-wise dividends paid by each of the 20 banks daring the las five years ?

THE MINISTER OF STATE I THE MINISTRY OF FINANC (SHRI M.V: CHANDRASHEKAB MURTHY) : (a) and (b)Tn terms Section 10(7) of Banking Compani (Acquisition and Transfer of Unde takings) Act 1970/80, after maki] provision for & and doubtful debt depreciation in assets, contributu to staff and superannuatk funds and all other matters ft which provision is necessary und the law or which is usually provid* for Banking Companies a nationalist bank, may, out of its net profit declare a dividend and retain tl surplus, if any.

(c) Year wise details of the dh dend paid by ihe nationalised ban! for the years 1990, 1991, 1992, 19! and 1994 as reported by RBI a given in the statement.

Statement

Year-wise details of the Dividend paid by Nationalised Banks for the last 5 years.

(Amount in crore:

Name of Bank	As on March				
	1990	1991	1992	1993	1994
1	2	3	4	5	
1. Allahabad Bank	2.03	2.04	3.11	..	
2. Andhra Bank	1.75	0.56	0.87	..	
3. Bank of Baroda	9.25	10.00	15.00	..	5.(
4. Bank of India	7.26	8.49	12.63	..	
5. Bank of Maharashtra	0.56	0.93	1.44	..	
6. Canara Bank	8.74	10.02	16.59	1.06	5.:
7. Central Bank of India	2.69	3.48	5.00	..	
8. Corporation Bank	1.20	1.31	2.00	1.00	1.(
9. Dena Bank	0.25	1.76	2.70	..	
10. Indian Bank	2.00	3.30	5.00	0.50	
11. Indian Overseas Bank	1.00	1.74	2.55	..	
12. New Bank of India	..	..	..	..	
13. Oriental Bank of Comm.	2.24	2.25	3.38	..	1.0

1	2	3			
Punjab National Bank . .	1.50	3.50	5.00	1.01	*
Punjab & Sind Bank . . .	..	—	—	..	..
Syndicate Bank . . .	0.95	1.04	1.26	—	..
Union Bank of India . . .	5.11	2.55	3.85	—	2.00
United Bank of India . . .	0.14	0.58	0.50	—	..
UCO Bank	0.23	..	—	—	—
Vijay Bank	2.71	—	—	—	—

♦Balance Sheet not yet finalised.

Writing off Bad Debts

983. SHRI JALALUDIN ANSARI :
SHRI GURUDAS DAS GUPTA :

Will the Minster of FINANCE pleased to state :

(a) whether public sector banks Uow a practice of technically riting off certain bad debts and :ep them as debt imder collection sr the purpose of pursuing recovery;

(b) if so, what is the amount of sbUs actually written off and techni-illy written off by each of the public :ctor banks during the last five years, jar-wise; and

(c) what is the amount of recovery f debts under collection year-wise nd how the recoveries are accounted or ?

THE MINISTER OF STATE IN HE MINISTRY OF FINANCE 5HRI M.V. CHANDRASHEKARA AURTHY): (a) Yes, Sir.

(b) The information is being ollected and will be laid on the rable of the House.

(c) The amount of recovery of lebts under collection year-wise is not available. The accounting of re-coveries in respect of bad debts will depend on whether bad debt has been provided for leaving the account in the ledger intact or whether the bad debt has actually been written off in the ledger itself. In the former case, the recovery while being credited to the borrowal account in respect of which the recovery has been made, the provision made against the account is treated as excess and utilised for some other accounts at the year end or taken to profit and loss. A/c. In the latter case, the amount will be created to bad debt recovered account, or other account of a similar nature.

Fraud in Indian Bank in U.K.

984. SHRI N. GIRI PRASAD :
SHRI GURUDAD DAS GUPTA :

WiH the Minister of FINANCE be pleased to state :

(a) whether it is a fact that a special investigation team from Scotland Yard was in India to investigate a massive fraud involving Indian banks.with branches in the UK; and

(b) if so, what are the names and other details of the bank and company involved and the details of the fraud committed ?